

Notification No. 27/2016 ST dated 26.05.2016

Krishi Kalyan Cess is also applicable on the transactions liable for service tax under reverse charge mechanism

New levy under service tax i.e. Krishi kalyan Cess has been introduced in budget 2016-17 applicable w.e.f 01.06.2016. The central government has clarified on the basis of aforesaid notification that Krishi Kalyan Cess is also applicable on transactions where service tax is liable under reverse charge mechanism and the same shall be applicable w.e.f from 01.06.2016.